BEFORE THE PUBLIC UTILITIES COMMISSION OF OHIO

In the Matter of the Application of Ohio	:	Case No. 09-1820-EL-ATA
Edison Company, The Cleveland Electric	:	Case No. 09-1821-EL-GRD
Illuminating Company, and The Toledo	:	Case No. 09-1822-EL-EEC
Edison Company for Approval of Ohio	:	Case No. 09-1823-EL-AAM
Site Deployment of the Smart Grid	:	
Modernization Initiative and Timely	:	
Recovery of Associated Costs	:	

REPORT

On May 28, 2015, the Commission issued a Finding and Order ("Order") granting Ohio Edison Company, The Cleveland Electric Illuminating Company and The Toledo Edison Company's (collectively, the "Companies") Application to complete studies related to the Ohio Site Deployment of the Smart Grid Program ("Smart Grid Pilot"). In that Order, the Commission ordered the Companies to file an interim report regarding the data obtained from the Volt Var Optimization and Distribution Automation studies annually. The Companies hereby submit their annual interim report for the 12-month period ending May 31, 2022.

Distribution Automation (DA)

For the 34 CEI pilot circuits with DA, the Companies analyzed the impact of DA on reliability metrics through May 31, 2022, excluding major storms, and separately analyzed major storm performance. Consistent with the tracking and reporting for the Companies' Grid Mod I project, the DA performance in the Smart Grid Pilot area was analyzed by comparing actual reliability with the smart grid investments to performance without the smart grid investments.

Non-Storm (DA)

Over the last 8 years, customers in the Smart Grid Pilot area have avoided over 82,000 power outages and saved nearly 16 million customer outage minutes. On average, over the last

8 years, the customers in the Smart Grid Pilot area have seen a 44-minute reduction in average annual outage duration, a 2-minute improvement over the previous reporting period.

Non-Storm Reliability Saved Smo	on-Storm Reliability Saved Smart Grid vs. Non Smart Grid (June 2014 thru May 2022)									
					SG Circu	it Savings				
	Customers									
	Interrupted									
	Savings	% Savings	CMI Savings	% Savings	SAIFI	SAIDI				
Year One (Jun '14 thru May '15)	5,425	11%	783,922	15%	0.12	17.44				
Year Two (June '15 thru May '16)	4,448	6%	883,757	11%	0.10	19.65				
Year Three (June '16 thru May '17)	7,207	10%	1,384,650	18%	0.16	30.51				
Year Four (June '17 thru May '18)	10,814	14%	1,841,098	25%	0.24	40.28				
Year Five (June '18 thru May '19)	23,502	22%	3,315,636	29%	0.51	71.68				
Year Six (June '19 thru May '20)	6,198	10%	1,689,989	25%	0.13	36.51				
Year Seven (June '20 thru May '21)	12,634	13%	3,506,419	31%	0.28	76.36				
Year Eight (June '21 thru May '22)	12,495	15%	2,584,275	20%	0.27	55.24				
Grand Total	82,723	13%	15,989,746	23%	0.23	43.66				
Notes										
1. Outages include, Distribution, Substation, and Transmission, excludes major storms										
2. Includes tap	outages that v	would not hav	ve been affect	ed by Smart G	irid facilities					

Storm (DA)

Over the last 8 years, during major storms customers in the Smart Grid Pilot area have avoided over 20,000 power outages, a reduction of 12%, and saved 8.4 million customer outage minutes, representing a 14% improvement. On average, the customers in the Smart Grid Pilot area have seen a 23-minute reduction in average annual outage duration during major storms.

					SG Circu	it Savings	
	Customers						Ctrl) -
	Interrupted						
	Savings	% Savings	CMI Savings	% Savings	SAIFI	SAIDI	
Year One (Jun '14 thru May '15)	3,469	18%	631,594	11%	0.08	14.06	
Year Two (June '15 thru May '16)	0	0%	13,520	1%	0.00	0.30	
/ear Three (June '16 thru May '17)	2,440	9%	2,070,046	21%	0.05	45.61	
Year Four (June '17 thru May '18)	1,899	15%	614,638	8%	0.04	13.45	
Year Five (June '18 thru May '19)	4,075	12%	2,374,258	24%	0.09	51.33	
Year Six (June '19 thru May '20)	4,693	14%	1,876,616	15%	0.10	40.54	
'ear Seven (June '20 thru May '21)	715	3%	535,963	6%	0.02	11.67	
Year Eight (June '21 thru May '22)	3,147	19%	317,183	6%	0.07	6.78	
Grand Total	20,438	12%	8,433,818	14%	0.06	23.03	
ear Eight (June '21 thru May '22)	3,147	19%	317,183	6%	0.07	6.78	
1. Outages incl	ude Distribut	ion Substatic	on and Transm	ission include	es maior stori	ms only	
0				·		no only	
2. Includes tap							
3. Catastrophi							
paper titled "A		•			/lethod" publ	ished by IEEE	
A Customorio	utages for mai	ior storms car	oped at 24 hou	rc			

For purposes of this analysis, the Companies excluded events on November 15, 2020 and December 1, 2020. This is based on a methodology described in the paper entitled "Analysis of Catastrophic Events Using Statistical Outlier Method" published by IEEE. While the events on these days were major storms, they would also be considered catastrophic events that are outside the normal distribution of storm days for the five-year period. Therefore, these catastrophic events were excluded from the analysis as outliers.

Integrated Volt Var Control (IVVC)

During this reporting period (June 1, 2021 through May 31, 2022), the Companies continued to operate and monitor the performance of the IVVC equipment in the Smart Grid Pilot area. The Companies analyzed 7 core substations and 23 circuits deployed with IVVC during the 12-month period. During this reporting period, two primary operational modes for the IVVC were used:

- Minimize Demand (MnDm): This operational setting is used to reduce customer usage and to minimize peak demand, both on a circuit and substation level. This setting will lower circuit voltages to the lower end of the allowable range and could impact power quality. The target voltage range for MnDm is 117 to 120 volts.
- Maximize Power Quality (MxPQ): This operational setting is used to mitigate power quality issues that may be created following operational switching to restore customers or by one customer that impacts other customers on the circuit. This setting typically causes voltage to increase. The target voltage range for MxPQ is 123 to 125 volts.

The Companies primarily let the IVVC system run in MnDm (CVR On) mode from June 2021 – March 2022 in the interest of providing energy savings benefits to the customers in the Smart Grid Pilot area. During April and May 2022, the modes were changed from MnDm to MxPQ on a cyclic, nearly daily basis to provide the data needed to analyze actual circuit factors, including energy use (kWh and %) reduction, and peak demand (kW and %) reduction from the IVVC system. The results from the spring 2022 analysis can be extrapolated to the full year and used to obtain a reasonably accurate estimate of annual circuit energy use (kWh and %) reduction for the reporting period.

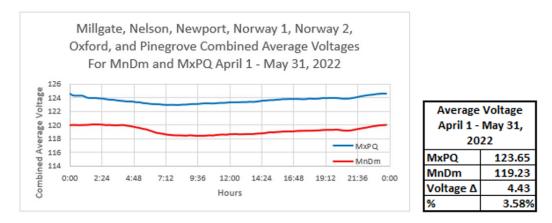
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The Companies evaluated operation of the IVVC system in two key performance areas, voltage separation and Conservation Voltage Reduction (CVR). The results of these evaluations are summarized below.

Voltage Separation

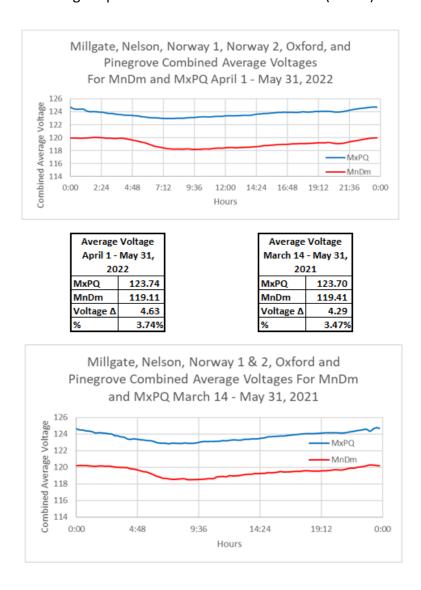
Voltage separation represents the system's ability to respond to operational commands to lower voltage. The greater the ability to intentionally lower distribution voltage while still maintaining compliance within the ANSI range, the greater the potential performance in terms of demand and energy consumption (i.e., Conservation Voltage Reduction or CVR).

The graph below shows the combined average circuit phase voltage for the IVVC core substations, Millgate, Nelson, Newport, Norway 1, Norway 2, Oxford, and Pinegrove during the spring 2022 evaluation period (April 1 through May 31, 2022). The blue lines represent the average circuit phase voltage of the combined core substations when the operating mode was set to Maximize Power Quality (MxPQ). The red lines represent the average circuit phase voltage when the operating mode was set to Minimize Demand (MnDM). Overall, for all hours of operation during the study period, the average voltage separation between MxPQ and MnDm operating modes across these core substations was approximately 4.4 volts, a difference of 3.6%.



The next set of graphs compares the 2021 performance of the core substations and circuits to the 2022 performance of the core substations and circuits, excluding the Newport substation, because it was operating with a mobile substation in spring 2021. Results from spring 2022 show a slight improvement compared to last year. Average voltage for Minimize

Demand (MnDm) dropped from 119.41 volts to 119.11 volts for a reduction of 0.30 volts, while the voltage separation increased from 4.3 volts (3.47%) to 4.6 volts (3.74%).¹



Conservation Voltage Reduction (CVR)

Conservation Voltage Reduction (CVR) is the long-term practice of controlling distribution voltage levels within the lower range of ANSI standard acceptable service entrance voltage levels in order to reduce demand and energy consumption.

¹ The spring 2021 results presented above are slightly different than those included in the similar table in last year's report. This is because the similar table in the 2021 report excluded Norway 1 and Norway 2, as those results were reported in the section entitled "Varentec Performance Evaluation." For this year's reporting, the 2021 results for Norway 1 and Norway 2 are included above.

The following tables show the results of the CVR analysis for the Millgate, Nelson, Newport, Norway 1, Norway 2, Oxford, and Pinegrove core substations by circuit, by substation and in the aggregate for the period April 1 through May 31, 2022. Overall, the average voltage reduction of approximately 4.4 volts from the voltage separation discussed above led to kWh savings of approximately 2.6%, while maintaining voltage well within the expected range.

					Core Subs	station Ci	rcuit CVR An	alysis: Apri	l 1 - May31,	2022				
Substation /	Tem	o Avg	Operati	ng Mode	Average	Voltage	Average	Weighted	Voltage	Voltage	Average	Average	2 hr Peak	4 hr Peak
,	(Degr	ees F)	Da	ays	(Vo	lts)	Real Load	Average	Reduction	Reduction	kWh/day	kWh	kW	kW
Circuit		-				-	to Voltage	Real LtVR	(Volts)	(Per Unit)	Reduction	Savings %	Reduction	Reduction
	CVR On	CVR Off	CVR On	CVR Off	CVR On	CVR Off	Ratio	(CVRf)	` '	· · ·		0	%	%
Millgate L01	48.8	45.6	14.1	11.7	118.4	123.2	1.78	1.74	4.79	0.0399	2,486	6.8%	7.9%	7.7%
Millgate L02														
Millgate L03	47.9	-	0.1	-	118.3									
Millgate L04	48.8	45.5	14.1	11.7	118.1	123.0	1.12	1.12	4.85	0.0404	3,857	4.5%	9.0%	8.2%
MG Roll-Up	48.8	45.5	7.1	5.9	118.2	123.1	1.32	1.30	4.82	0.0402	6,343	5.2%	9.0%	8.2%
Nelson L01	55.1	51.4	19.8	21.0	118.2	123.7	1.01	0.96	5.59	0.0466	3.070	4.4%	10.6%	10.1%
Nelson L02	55.1	51.5	19.8	21.1	120.0	125.5	0.58	0.52	5.41	0.0451	1,106	2.3%	6.6%	7.3%
Nelson L03	55.1	51.5	19.8	21.0	118.4	124.1	0.52	0.42	5.62	0.0469	840	1.9%	3.2%	3.3%
Nelson L04	57.1	55.2	16.2	11.1	119.9	125.3	0.20	0.12	5.38	0.0448	219	0.4%	-3.4%	-4.3%
NL Roll-Up	55.6	52.0	18.9	18.5	119.1	124.6	0.62	0.53	5.50	0.0458	5,236	2.4%	7.6%	7.5%
											,			
Newport L01	53.4	53.0	21.5	19.4	119.9	122.6	0.41	0.37	2.66	0.0222	424	0.8%	0.3%	0.2%
Newport L02	53.4	52.6	21.5	18.4	120.2	123.8	0.68	0.63	3.61	0.0300	572	1.8%	0.5%	0.6%
Newport L03	53.4	53.0	21.5	19.2	120.0	123.7	0.77	0.74	3.62	0.0302	1,022	2.2%	2.2%	1.8%
Newport L04	53.4	53.0	21.5	19.4	119.9	122.6	0.41	0.37	2.66	0.0222	424	0.8%	0.3%	0.2%
Newport L05	53.5	52.9	20.1	16.6	119.5	123.1	1.18	1.17	3.54	0.0295	955	3.5%	0.3%	0.2%
NP Roll-Up	53.4	52.9	26.5	23.2	119.9	123.1	0.63	0.60	3.22	0.0268	3,396	1.6%	1.0%	0.9%
Norway L01	54.3	54.2	21.1	17.0	117.4	121.8	(0.29)	(0.23)	4.39	0.0366	(592)	-0.7%	-0.1%	-0.1%
Norway L02	54.3	54.2	21.1	17.0	120.2	124.7	0.35	0.36	4.56	0.0380	959	1.4%	2.0%	2.0%
NW 71 Roll-Up	54.3	54.2	21.1	17.0	118.8	123.3	0.00	0.07	4.48	0.0373	367	0.2%	-0.4%	-0.3%
N														
Norway L03	53.4	55.1	21.1	16.8	119.3	122.7	0.62	0.59	3.39	0.0283	1,275	1.6%	1.9%	2.1%
Norway L04 NW 72 Roll-Up	53.4 53.4	55.1 55.1	21.1 21.1	10.8 16.8	119.3 119.3	122.7 122.7	0.62	0.59	3.39	0.0283	1,275	1.6%	1.9% 1.9%	2.1% 2.1%
NW 72 K011-Op	55.4	55.1	21.1	10.0	119.5	122.7	0.02	0.59	5.55	0.0285	1,275	1.0%	1.9%	2.1%
Oxford L01	54.5	51.5	20.7	19.9	120.6	124.9	0.23	0.22	4.37	0.0364	809	0.8%	1.8%	1.4%
Oxford L02	54.5	51.5	20.6	19.9	119.7	124.8	2.87	2.91	5.11	0.0426	8,028	12.8%	7.7%	8.2%
OX Roll-Up	54.5	51.5	20.7	19.9	120.1	124.9	1.24	1.36	4.74	0.0395	8,837	5.4%	4.5%	4.8%
Pinegrove L01	52.7	53.8	20.7	20.2	118.6	123.5	0.27	0.25	4.88	0.04	682	1.1%	0.2%	0.6%
Pinegrove L02	52.7	53.8	20.7	20.2	119.0	124.0	0.53	0.52	5.01	0.04	2,072	2.2%	2.6%	2.9%
Pinegrove L03	52.7	53.8	20.7	20.2	119.0	124.0	0.53	0.52	5.01	0.04	2,072	2.2%	2.6%	2.9%
Pinegrove L04	52.7	53.8	20.7	20.2	119.4	124.3	0.68	0.67	4.86	0.04	1,579	2.7%	-0.4%	-0.2%
PG Roll-Up	52.7	53.8	20.7	20.2	119.0	123.8	0.50	0.57	4.83	0.04	7,192	2.3%	2.2%	2.1%
Project Roll-Up	53.4	52.5	20.4	18.2	119.2	123.7	0.76	0.77	4.43	0.04	32,647	2.6%	3.2%	3.3%

Core Substation Circuit CVR Analysis: April 1 - May31, 2022														
Substation /	Tem	o Avg	Operating Mode		Average Voltage		Average	Weighted	Voltage	Voltage	Average	Average	2 hr Peak	4 hr Peak
Circuit	(Degr	ees F)	Days		(Volts)		Real Load	Average	Reduction	Reduction	kWh/day	kWh	kW	kW
	CVR On	CVR Off	CVR On	CVR Off	CVR On	CVR Off	to Voltage	Real LtVR	(Volts)	(Per Unit)	Reduction	Savings %	Reduction	Reduction
MG Roll-Up	48.8	45.5	7.1	5.9	118.2	123.1	1.32	1.30	4.82	0.04	6,343	5.2%	9.0%	8.2%
NL Roll-Up	55.6	52.0	18.9	18.5	119.1	124.6	0.62	0.53	5.50	0.05	5,236	2.4%	7.6%	7.5%
NP Roll-Up	53.4	52.9	26.5	23.2	119.9	123.1	0.63	0.60	3.22	0.03	3,396	1.6%	1.0%	0.9%
NW 71 Roll-Up	54.3	54.2	21.1	17.0	118.8	123.3	0.00	0.07	4.48	0.04	367	0.2%	-0.4%	-0.3%
NW 72 Roll-Up	53.4	55.1	21.1	16.8	119.3	122.7	0.62	0.59	3.39	0.03	1,275	1.6%	1.9%	2.1%
OX Roll-Up	54.5	51.5	20.7	19.9	120.1	124.9	1.24	1.36	4.74	0.04	8,837	5.4%	4.5%	4.8%
PG Roll-Up	52.7	53.8	20.7	20.2	119.0	123.8	0.50	0.57	4.83	0.04	7,192	2.3%	2.2%	2.1%
Project Roll-Up	53.4	52.5	20.4	18.2	119.2	123.7	0.76	0.77	4.43	0.04	32,647	2.6%	3.2%	3.3%

<u>Summary</u>

The investments in the Smart Grid Pilot area have produced solid results and benefits for customers. The Companies continue to explore ways to further enhance both the software and the reliability and power quality performance of field devices. This includes increasing the application of single-phase trip, where possible, to lower the number of customer interruptions caused by single-phase faults, working with the Companies' DA/IVVC vendor to customize software to receive better system performance, and leveraging worst performing circuit mitigation to improve the performance of the 34 circuits with DA and IVVC, where applicable.

In 8 years of operation in the Smart Grid Pilot area, the Companies have gained significant knowledge and lessons learned on how DA and IVVC can be deployed to benefit customers. The Companies have identified improvements to construction practices and analytics which include, but are not limited to, grounding improvements with smart devices, device control settings, conducting real time analysis of circuits to gain better CVR, and implementing DA and IVVC along with associated software systems together in an integrated fashion to drive benefits for customers.

The Companies will continue analyzing the performance of the DA and IVVC investments in the Smart Grid Pilot area.

Respectfully submitted,

/s/ Christine E. Watchorn

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CERTIFICATE OF SERVICE

I hereby certify that the foregoing Report was filed electronically through the Docketing Information System of the Public Utilities Commission of Ohio on this 14th day of September 2022. The PUCO's e-filing system will electronically serve notice of the filing of this document on counsel for all parties, and the undersigned has served electronic copies to the following parties:

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Case No(s). 09-1820-EL-ATA, 09-1821-EL-GRD, 09-1822-EL-EEC, 09-1823-EL-AAM

Summary: Report Interim Report for 12-Month Period Ending May 31, 2022 on Volt Var Optimization and Distribution Automation Studies electronically filed by Ms. Christine E. Watchorn on behalf of Ohio Edison Company and The Cleveland Electric Illuminating Company and The Toledo Edison Company